

AMENDMENT TO
CALFED FUNDING, ADMINISTRATION AND PROGRAM AGREEMENT

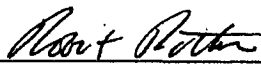
The Agreement entered into by the California Department of Water Resources (hereinafter "DWR") acting on behalf of the Water Policy Council (hereinafter "Council") and the Bureau of Reclamation (hereinafter "USBR"), the Fish and Wildlife Service (hereinafter "USFWS"), the Environmental Protection Agency (hereinafter "EPA"), and the National Marine Fisheries Service (hereinafter "NMFS") of the United States of America, which federal agencies are hereinafter collectively referred to as the United States Federal Ecosystem Directorate (hereinafter "FED") and which Council and FED are hereinafter referred to as CALFED, dated May 17, 1995 is hereby amended as follows:


1. Paragraph 3.a. Cost Sharing Principles is hereby amended to increase the amounts of the contributions provided under this Agreement for additional work efforts related to the demand of policy makers and the public for greater levels of detail on environmental documents supporting the decisions of the CALFED Bay-Delta Program and public input efforts directly affecting the development of Program policies and documents. The maximum amount payable by each of the parties is being increased by \$12,800,000 from \$10,000,000 to \$22,800,000 for a total contract amount of \$45,600,000. Paragraph 3.a. is therefore replaced as follows:

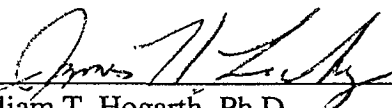
The costs of carrying out this Agreement shall be shared equally by the parties over the term of this Agreement. The maximum payable by DWR under this Agreement shall not exceed \$22,800,000, which includes the cash valuation of in-kind services. The maximum payable by FED under this Agreement shall not exceed \$22,800,000, which includes the cash valuation of in-kind services.


The parties will use their best efforts to seek funding for the costs of carrying out this Agreement from whatever sources may be available to them, but recognize that the FED's funding is contingent upon appropriations by Congress, and that DWR's funding is subject to availability of funds through the State's normal budget process or to availability of funding from other sources.


2. Substitute the new attached Exhibit B, Task Order Items of Work, dated August 20, 1997, for the original Exhibit B.
3. All other terms and conditions of the Agreement shall remain the same.


 David N. Kennedy
 Director
 Department of Water Resources


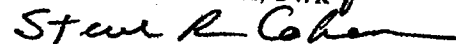

 Michael Spear
 Regional Director
 U. S. Fish and Wildlife Service

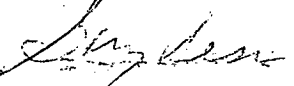

 William T. Hogarth, Ph.D.
 Acting Regional Administrator
 National Marine Fisheries Service


 Roger Patterson
 Regional Director
 U. S. Bureau of Reclamation


 Felicia Marcus
 Regional Administrator
 Environmental Protection Agency

Approved as to legal form
 and sufficiency:


 Asst. Chief Counsel, DWR


FORM	POLICY	BUDGET
Department of General Services		
APPROVED		
NOV 4 1997		
BY 		
Asst. Chief Counsel		